

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 7525

BILL NUMBER: HB 1002

NOTE PREPARED: Jan 10, 2011

BILL AMENDED:

SUBJECT: Charter schools.

FIRST AUTHOR: Rep. Bosma

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: ☐ **GENERAL**
☐ **DEDICATED**
☐ **FEDERAL**

IMPACT: Pending

Summary of Legislation: Allows charter schools to opt in to the state health insurance plans. Establishes the charter school board as a statewide sponsor of charter schools. Adds the executive of a city as an eligible charter school sponsor. Requires the charter school board to establish procedures to monitor all charter school sponsors in Indiana. Adds: (1) student academic growth; (2) financial performance and stability; and (3) board performance and stewardship; to the list of items to be included in a charter school's charter. Requires uniform and consistent transfer of credits for students who transfer from a charter school to another public school. Stipulates that a teacher in a conversion charter school may be an employee of the charter school or the school corporation as determined in a charter school's charter. Sets out the conditions, accounting process, and reporting procedures for a charter school sponsor concerning the collection of fees from its sponsored charter schools. Allows charter schools to lease or purchase unused or underutilized school buildings owned by school corporations. By January 1, 2012, requires all virtual charter schools to be sponsored by the charter school board or Ball State University. Provides for part of a school corporation's transportation fund levy to be distributed to charter schools. Changes the method for calculating advances made to charter schools from the common school fund. Cancels interest payments on advances made to charter schools from the common school fund. Provides for the use of the income earned on the principal of the common school fund to be used to retire advances made to charter schools from the common school fund. Makes conforming changes. Changes the procedure for converting a public school into a charter school. Repeals provisions concerning: (1) the number of charter schools an executive of a consolidated city may sponsor; (2) charter school admissions for students outside the student's school district; and (3) collective bargaining for employees of conversion charter schools.

Effective Date: Upon passage; July 1, 2011; January 1, 2012.

Explanation of State Expenditures: *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources:

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